

DIRK KEMPTHORNE
Governor

State of Idaho
DEPARTMENT OF INSURANCE

700 West State Street, 3rd Floor
P.O. Box 83720
Boise, Idaho 83720-0043
Phone (208)334-4250
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GARY L. SMITH
Director

NOTICE OF ORDER OF LIQUIDATION of
TWIN FALLS MUTUAL INSURANCE COMPANY

**To: ALL POLICYHOLDERS, CREDITORS, OBLIGEES AND CLAIMANTS
HAVING ANY BUSINESS WITH THE INSURER.**

On May 2, 2005, in Case No. CV OC 0501668, the Fourth Judicial District Court, County of Ada, ordered Twin Falls Mutual Insurance Company (in Liquidation) ("Twin Falls Mutual" or "Insurer") into liquidation and appointed Gary L. Smith, Director of the Idaho Department of Insurance, as the statutory Liquidator of the Insurer.

The Order of Liquidation authorizes the Liquidator to deal with the property, business and affairs of Twin Falls Mutual, to wind-down and terminate Twin Falls Mutual's business dealings, to marshal and liquidate its assets and use the proceeds to satisfy expenses, claims and liabilities. The order also fixes the rights and liabilities of creditors, policyholders, certificate holders, shareholders and all other persons interested in Twin Falls Mutual as of May 2, 2005. The Order of Liquidation is available on the Idaho Department of Insurance's website at www.doi.idaho.gov.

Active Policies Transferred

As of May 1, 2005, all active Twin Falls Mutual policies (and the related adjusted unearned premium) were transferred to American Farmers & Ranchers Mutual Insurance Company, of Oklahoma City, Oklahoma. Any questions regarding those policies or claims that arise as of May 1, 2005 and later, should be directed to American Farmers & Ranchers Mutual Insurance Company at P.O. Box 24000, Oklahoma City, OK 73124, (866-218-5927). **Although the Liquidation Order does not in any manner affect the transfer of your policy to American Farmers & Ranchers Mutual Insurance Company or your existing insurance coverage with American Farmers & Ranchers, you must act to preserve any existing claims you may have against Twin Falls Mutual.**

Outstanding and Unreported Insurance Claims

The entry of the liquidation order triggered certain obligations of the Idaho Insurance Guaranty Association, which was established to provide policyholders with important, but limited, protection against an insolvent insurance company's failure to perform its contractual obligations.

The Liquidator has been working closely with the Idaho Insurance Guaranty Association (and its agent, Western Guaranty Fund Services) to develop procedures for paying covered claims. If you have already submitted or filed a claim as of May 2, 2005, it need not be resubmitted. For any other claim against Twin Falls Mutual, you must file a Proof of Claim Form. Each claim requires that a separate Proof of Claim be filed. See below for how to obtain a Proof of Claim Form.

Claims of Creditors or Others

If you have already submitted a bill or other request for payment as of May 2, 2005, it need not be resubmitted. For any other claim against Twin Falls Mutual, you must file a Proof of Claim Form. Each claim requires that a separate Proof of Claim be filed.

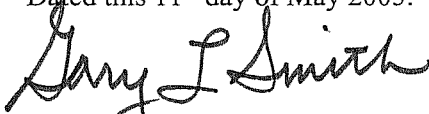
August 1, 2005 has been established as the last date to timely file a claim. This means that the Proof of Claim Form must be received by the Liquidator on or before 5:00 p.m. August 1, 2005, whether the claim is made by an insured, claimant, creditor or otherwise. Any claim against Twin Falls Mutual not received by the Liquidator by August 1, 2005 may thereafter be forever barred. All claimants have a duty to keep the Liquidator informed of any changes of address.

You may obtain further information from the website of the Department of Insurance: www.doi.idaho.gov. Information available on the website includes a Frequently Asked Questions (FAQs) discussion and copies of the Order of Liquidation and **Proof of Claim Form**. Alternatively, you may request copies of the Proof of Claim Form or other documents by sending an email to the address below, or for copies to be received by mail, by sending a self-addressed stamped envelope to the Liquidator to the address below.

Liquidator, Twin Falls Mutual Insurance Co.
Idaho Department of Insurance
700 West State Street
P.O. Box 83720
Boise, ID 83720-0043
Telephone: (208) 334-4250, or 1-800-721-3272
Fax: (208) 334-4398
twinfallsmutual@doi.idaho.gov

As further described in the Order of Liquidation, all persons are enjoined: from dealing with any Idaho assets of the Insurer; from commencing, further prosecuting or maintaining any action or proceeding at law or in equity that may affect any assets or other property of the Insurer, including but not limited to actions in the nature of attachment, foreclosure, garnishment or execution; from otherwise attempting to secure any judgment or preferential right in or to such assets or other property; and from otherwise interfering, or seeking to interfere, with the sole right of possession and control of such assets and property which is vested in the Liquidator. Any person having control, custody or possession of any of the above-described assets or other property is directed forthwith to surrender them to the Liquidator.

Dated this 11th day of May 2005.



GARY L. SMITH,
Director of the Idaho Department of Insurance,
as Liquidator of Twin Falls Mutual Insurance Company